

**Franchise Tax Board****NO ANALYSIS REQUIRED**Author: Leno Analyst: Jane Tolman Bill Number: AB 2303Related Bills: None Telephone: 845-6111 Amended Date: 04-21-2004Attorney: Patrick Kusiak Sponsor: \_\_\_\_\_**SUBJECT:** Public Utilities Expenses Resulting From Bonus Paid To Executive Officer By Insolvent Utility☐ ANALYSIS NOT REQUIRED of this bill -- Not within scope of responsibility of this department.☐ TECHNICAL BILL -- No program or fiscal changes to existing program.☒ BILL AS AMENDED NO LONGER WITHIN SCOPE of responsibility or program of the department.☐ TECHNICAL AMENDMENT -- No change in previously submitted analysis required. Approved position of prior analysis is \_\_\_\_\_.☐ MINOR AMENDMENT -- No change in previously submitted analysis required. Approved position of prior analysis is \_\_\_\_\_.☐ MINOR AMENDMENT -- No change in approved position of \_\_\_\_\_.  
See comments below.☒ OTHER - See comments below.**COMMENTS:**

The amendment of April 21, 2004, removes the Revenue and Taxation Code language that would have prohibited an insolvent public utility company from deducting bonuses paid to executive officers.

This bill would not impact the department's programs and operations or state income tax revenue.

**Board Position:**

<input type="checkbox"/> S	<input type="checkbox"/> NA	<input type="checkbox"/> NP
<input type="checkbox"/> SA	<input type="checkbox"/> O	<input checked="" type="checkbox"/> NAR
<input type="checkbox"/> N	<input type="checkbox"/> OUA	<input type="checkbox"/> PENDING

**Franchise Tax Board Staff****Date**

Jane Tolman

4/28/04